Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 126473 ORIGIN EB-07

INFO OCT-01 EUR-12 STR-04 ISO-00 COME-00 SP-02 CIAE-00 INR-07 NSAE-00 /033 R

DRAFTED BY:EB:OT:STA:WTDIROLL APPROVED BY:EB:OT:STA:JSSPIRO EUR:RPE:ECASEY STR:KALLEMAN

-----020613Z 032206/12/23

R 012217Z JUN 77 FM SECSTATE WASHDC TO AMEMBASSY BRUSSELS

LIMITED OFFICIAL USE STATE 126473

USEEC

C O R R E C T E D C O P Y (MRN 126473 VICE 126463)

E.O. 11652: N/A

TAGS: ETRD, EC

SUBJECT: POSSIBILE REALLOCATION OF UNFILLED SPECIALTY STEEL QUOTAS

REF: A) BRUSSELS 5151 B) STATE 125499

1. IN RESPONSE TO THE QUESTION RAISED BY THE EC COMMISSION OFFICIAL, MISSION MAY STATE THAT IMPORTS FROM JAPAN ARE NOW ARRIVING IN THE UNITED STATES AT A RATE WHICH SUGGESTS THAT THE JAPANESE WILL COME CLOSE TO FILLING THEIR QUOTAS. MOREOVER, IT SHOULD BE NOTED THAT UNDER THE UNITED STATES JAPAN ORDERLY MARKETING AGREEMENT (OMA) THE JAPANESE WILL LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 126473

HAVE AN ADDITIONAL THIRTY DAY PERIOD AT THE END OF THE QUOTA YEAR IN WHICH TO MAKE UP ANY QUOTA CATEGORY SHORTFALL (BUT NOT EXCEEDING FOUR PERCENT OF THE BASE LEVEL FOR ANY SUCH CATEGORY). ANY CHANGE IN THE QUOTA QUANTITIES SPECIFIED IN THE OMA, INCLUDING REALLOCATIONS OF UNFILLED QUOTAS, WOULD NECESSITATE A RENEGOTIATION OF THE AGREEMENT.

2. WEIGHING THE DIFFICULTIES OF SUCH A RENEGOTIATION
AGAINST THE SMALL AMOUNT OF JAPANESE STAINLESS STEEL SHEET
AND STRIP THAT MIGHT POSSIBLY BE AVAILABLE FOR REALLOCA-

TION WITHIN A CATEGORY WHERE OTHER COUNTRIES ARE NOT FILLING THEIR QUOTAS DOES NOT SEEM USEFUL. (IN REFTEL (B) WE ADVISED WE HAD REALLOCATED THE STAINLESS STEEL SHEET AND STRIP SHORTFALL A SECOND TIME AND, IN SO DOING, HAD INCREASED THE EC QUOTA BY AN ADDITIONAL 500 TONS). MOREOVER, IT IS UNLIKELY THAT THE JAPANESE GOVERNMENT, FOR PRECEDENTIAL REASONS, WOULD WANT TO ENTER INTO RENEGOTIATIONS HAVING AS THEIR PRINCIPAL PURPOSE A FURTHER CUTBACK IN JAPANESE SHIPMENTS TO THE UNITED STATES.

3. MISSION WILL RECALL THAT THE QUOTA LEVELS SPECIFIED IN THE OMA REPRESENT THE ONLY CUTBACK FROM RECENT LEVELS FOR ANY MAJOR SUPPLIER. THE AGGREGATE LEVEL PROVIDED IN THE OMA FOR THE FIRST QUOTA YEAR IS 15 PERCENT BELOW THAT FOR 1975 AND 29 PERCENT BELOW THAT FOR THE FIRST QUARTER OF 1976 ON AN ANNUALIZED BASIS. THE AGGREGATE LEVEL PROVIDED THE EC IS SLIGHTLY ABOVE THE REPRESENTATIVE PERIOD AVERAGE 1971/75. IN THE TWO REALLOCATIONS OF SHORTFALLS THAT WE HAVE MADE DURING THE CURRENT QUOTA YEAR, THE QUANTITIES SHIFTED TO THE EC FROM THE QUOTAS OF OTHER SUPPLIERS HAVE BEEN SEVERAL TIMES GREATER THAN THE SHIFTS AWAY FROM THE EC. HABIB

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: PUBLIC DISCLOSURE, STEELS, TRADE CONTROLS

Control Number: n/a

Copy: SINGLE Sent Date: 01-Jun-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am

Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event: Disposition Event:
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE126473
Document Source: CORE

Document Unique ID: 00 Drafter: EB:OT:STA:WTDIROLL

Enclosure: n/a Executive Order: N/A Errors: N/A

Expiration:

Film Number: D770196-0341

Format: TEL From: STATE

Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t197706101/aaaadkkg.tel

Line Count: 89 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 70d60773-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EB

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 77 BRUSSELS 5151, 77 STATE 125499

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 01-Dec-2004 12:00:00 am

Review Event: Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 1998210 Secure: OPEN Status: NATIVE

Subject: POSSIBILE REALLOCATION OF UNFILLED SPECIALTY STEEL QUOTAS

TAGS: ETRD, EC, US, JA, EEC

To: BRUSSELS Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/70d60773-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009